GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1005
ANSWERED ON:19.07.2002
GLOBAL TRUST BANK
KAMBALAPADU E. KRISHNAMURTHY

Will the Minister of FINANCE be pleased to state:

(a) whether Global Trust Bank is facing financial crunch;

(b) if so, the details thereof;

(c) whether Reserve Bank has given any assurance to this bank`s financial position; and

(d) if so, the details thereof ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI ANANT G. GEETE)

(a) to (d): RBI has reported that Global Trust Bank Ltd at present is notfacing any financial crunch. The bank however had faced large withdrawals in some branches in Hyderabad and Secunderabad during the first week ofJune 2002, due to certain adverse local media reports. The bank had made necessary arrangements to meet the cash withdrawals and returned to normalcy. RBI has clarified that it does not have concerns relating to soundness and stability of the bank.